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SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Federal Order No. 67
U. S. Department of Agriculture
Agricultural Marketing Service
Telephone: Atlantic 8-2571

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Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. IV, No. 12

December 1960

NOVEMBER UNIFORM PRICE \$4.51

Dairy farmers will receive a uniform price of \$4.51 for November 1960 deliveries of Grade A milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The uniform price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7.4 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This minimum price is subject to a 3 cent per hundredweight marketing service deduction, together with the authorized hauling charge.

PRODUCER RECEIPTS

A decrease in producer receipts on a daily basis from October 1960 of 4.7 percent, along with a slight increase in Class I sales, gives a much higher Class I utilization of producer receipts than in October 1960. Compared with a year ago, the increase in producer receipts is 13 percent. In the last three years, the daily production increases in October over September and then decreases again in November. After November the increase is steady around to the peak month of May. In years before the base-excess plan was in effect the decline in production was a steady decline from June through November, and then a steady increase from December on through May.

CLASS I SALES

On a daily basis Class I sales are slightly higher than in October with the same number of pool handlers. Compared to a year ago, Class I sales are up 16 percent, while receipts are only up 13 percent, giving a 3 percent higher Class I utilization of producer receipts.

NUMBER OF PRODUCERS

Statistics show that there are 100 less producers on the market than a year ago, and yet they produced 2.7 million pounds more milk. There was a decrease of 41 producers from October, which is caused by the conversion from can to bulk tank shippers and dropping of those that do not convert.

CLASS I PRICE

The Class I price for the December 1960 delivery period will be \$4.54 per hundredweight for 3.5 percent milk. This price was computed by adding \$1.10 per hundredweight to the average condensery pay price in November (\$3.40), plus the supply-demand adjustment of 4 cents. The supply-demand adjustment for the January 1961 delivery period will be a minus 6 cents.

ORDER NO. 67 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk
Average Prices For the Years 1953-1957 And by Months From 1958 To Date

Year and Month	<u>CLASS I</u>			<u>CLASS II</u>		<u>CLASS III</u>	<u>UNIFORM PRICES</u>	
	<u>Differ- ential</u>	<u>Supply Demand</u>	<u>Milk Price</u>	<u>Differ- ential</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>B. F. Differ- ential</u>
1953	\$ 1.10	\$ - .105	\$4.370	\$ --	\$ --	\$3.141	\$4.107	\$.079
1954	1.10	- .243	3.930	--	--	2.874	3.636	.072
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
<u>1958</u>								
Jan.	\$ 1.10	\$ - .18	\$4.066	\$.70	\$3.846	\$3.133	\$3.920	\$.071
Feb.	1.10	- .18	4.053	.70	3.833	3.110	3.880	.071
Mar.	.90	- .18	3.830	.45	3.560	3.082	3.620	.071
Apr.	.90	- .18	3.802	.45	3.532	2.956	3.570*	.069
May	.90	- .18	3.676	.45	3.406	2.896	3.340*	.069
June	.90	- .18	3.616	.45	3.346	2.890	3.290*	.069
July	.90	- .18	3.610	.45	3.340	2.921	3.400*	.069
Aug.	1.30	- .24	3.980	.70	3.620	2.960	3.810	.070
Sept.	1.30	- .24	4.020	.70	3.660	3.000	3.910	.072
Oct.	1.30	- .02	4.280	.70	3.700	3.040	4.140	.070
Nov.	1.30	+ .16	4.500	.70	3.740	3.050	4.290	.070
Dec.	1.10	+ .18	4.330	.70	3.750	3.070	4.150	.072
Av.	\$ 1.08	\$ - .118	\$3.980	\$.60	\$3.611	\$3.009	\$3.777	\$.070
<u>1959</u>								
Jan.	\$ 1.10	\$ + .06	\$4.23	\$.70	\$3.770	\$3.060	\$4.060	\$.069
Feb.	1.10	+ .06	4.22	.70	3.760	3.060	4.020	.069
Mar.	.90	+ .08	4.04	.45	3.510	3.010	3.830	.069
Apr.	.90	+ .08	3.99	.45	3.460	2.950	3.780*	.069
May	.90	+ .04	3.89	.45	3.400	2.920	3.590*	.069
June	.90	+ .06	3.88	.45	3.370	2.910	3.620*	.070
July	1.10	+ .04	4.05	.45	3.360	2.930	3.860*	.070
Aug.	1.30	+ .02	4.25	.70	3.630	2.960	4.030	.072
Sept.	1.30	+ .08	4.34	.70	3.660	3.020	4.170	.075
Oct.	1.30	+ .12	4.45	.70	3.730	3.100	4.230	.075
Nov.	1.30	+ .14	4.54	.70	3.800	3.150	4.270	.077
Dec.	1.10	+ .12	4.37	.70	3.850	3.150	4.130	.074
Av.	\$ 1.10	\$ + .075	\$4.188	\$.60	\$3.608	\$3.018	\$3.966	\$.072
<u>1960</u>								
Jan.	\$ 1.10	\$ - .04	\$4.21	\$.70	\$3.850	\$3.13	\$3.960	\$.070
Feb.	1.10	- .06	4.17	.70	3.830	3.12	3.950	.070
Mar.	.90	- .06	3.96	.45	3.570	3.09	3.780	.070
Apr.	.90	- .06	3.93	.45	3.540	3.03	3.720*	.070
May	.90	- .02	3.91	.45	3.480	3.00	3.590*	.070
June	.90	+ .02	3.92	.45	3.450	3.00	3.630*	.070
July	1.10	- .04	4.06	.45	3.450	3.01	3.830*	.070
Aug.	1.30	- .06	4.25	.70	3.710	3.08	4.070	.071
Sept.	1.30	.00	4.38	.70	3.780	3.20	4.190	.074
Oct.	1.30	+ .06	4.56	.70	3.900	3.31	4.280	.073
Nov.	1.30	+ .12	4.73	.70	4.010	3.40	4.510	.074
Dec.	1.10	+ .04	4.54	.70	4.100			

* The price shown here is the weighted average of the base price and the excess price.

UTILIZATION AND CLASSIFICATION OF MILK

	November 1960 Reported Data		November 1959 Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
<u>CLASS I</u>				
Milk	15,501,764	561,762	13,744,043	500,302
Skim Milk	127,406	276	155,387	326
Fortified Skim Milk	1,732,085	35,729	901,420	18,934
Buttermilk	151,636	1,306	130,765	1,248
Flavored Milk and Drink	576,856	17,996	522,220	16,194
Cereal Mixture	291,455	35,374	256,476	31,913
Coffee Cream	15,395	2,930	23,234	4,718
Whipping Cream	50,021	18,629	50,850	18,789
Sour Cream	11,520	2,403	21,174	4,116
Eggnog	30,760	2,172	41,359	2,694
Total Class I Utilization	18,488,898	678,577	15,846,928	599,234
Add: Class I Shrinkage	127,077	9,278	105,425	11,386
Subtract: Other Source Receipts	--	--	41,829	1,073
Subtract: Overage	--	--	--	--
Net Class I	18,615,975	687,855	15,910,524	609,547
<u>CLASS II</u>				
Used to Produce Cottage Cheese	1,438,390	17,625	1,033,648	11,678
Subtract: Other Source Receipts	--	--	1,202	107
Subtract: Overage	--	--	--	--
Net Class II	1,438,390	17,625	1,032,446	11,571
<u>CLASS III</u>				
Class III Products	3,217,657	213,603	3,385,515	189,832
Inventory Variation	(15,127)	(2,174)	295,441	19,946
Total Class III Utilization	3,202,530	211,429	3,680,956	209,778
Add: Class III Shrinkage	390,983	16,850	246,119	11,975
Subtract: Other Source Receipts	173,693	4,934	89,498	7,846
Subtract: Overage	21	21	4,443	89
Net Class III	3,419,799	223,324	3,833,134	213,818
TOTAL PRODUCER RECEIPTS	23,474,164	928,804	20,776,104	834,936

MISCELLANEOUS INFORMATION

	November 1960	October 1960	November 1959
Average Daily Production	782,472#	821,213#	692,537#
November 1960 Production Compared With - Class I Daily Average	--	- 4.72%	+ 12.99%
November 1960 Sales Compared With - Number of Producers	616,297#	612,301#	530,351#
Daily Herd Production	--	+0.65%	+ 16.21%
Av. Test of Producer Milk Received	1,141	1,182	1,241
Total Value Paid Producers	686#	695#	558#
Av. Monthly Milk Check Per Farm	3.95671%	3.76807%	4.01873%
Av. Daily Milk Check Per Farm	\$1,135,481.50	\$1,136,826.04	\$967,412.78
	\$ 995.16	\$ 961.78	\$ 779.54
	\$ 33.17	\$ 31.03	\$ 25.98

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

Year	CLASS I		CLASS II		CLASS III		Total Producer Receipts
	Pounds	Percent	Pounds	Percent	Pounds	Percent	
1953	7,342,338	75.6	--	--	2,369,395	24.4	9,711,733
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
<u>1958</u>							
Jan.	12,421,993	78.0	1,207,200	7.6	2,287,650	14.4	15,916,843
Feb.	10,961,276	74.6	1,188,797	8.1	2,536,701	17.3	14,686,774
Mar.	11,777,301	69.4	1,332,925	7.8	3,865,790	22.8	16,976,016
Apr.	11,446,743	66.7	1,324,083	7.7	4,377,875	25.6	17,148,701
May	11,496,472	55.5	1,320,121	6.4	7,895,482	38.1	20,712,075
June	10,219,240	52.2	1,427,278	7.3	7,931,209	40.5	19,577,727
July	10,864,823	64.6	1,610,135	9.6	4,352,884	25.8	16,827,842
Aug.	15,936,403	80.1	1,374,096	6.9	2,586,484	13.0	19,896,983
Sept.	16,553,043	85.0	1,401,002	7.2	1,512,909	7.8	19,466,954
Oct.	17,669,313	84.7	1,427,728	6.9	1,752,656	8.4	20,849,697
Nov.	16,198,889	82.0	1,132,901	5.7	2,420,067	12.3	19,751,857
Dec.	16,659,844	81.9	979,123	4.8	2,704,318	13.3	20,343,285
Av.	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
<u>1959</u>							
Jan.	16,988,480	81.2	1,084,208	5.2	2,853,643	13.6	20,926,331
Feb.	15,239,825	78.9	1,053,372	5.5	3,017,745	15.6	19,310,942
Mar.	16,463,653	76.1	1,146,541	5.3	4,014,965	18.6	21,625,159
Apr.	16,278,936	76.8	1,218,411	5.7	3,705,029	17.5	21,202,376
May	17,020,842	66.8	1,476,387	5.8	6,996,009	27.4	25,493,238
June	16,143,898	69.5	1,625,641	7.0	5,452,167	23.5	23,221,706
July	16,656,834	80.0	1,257,357	6.1	2,898,176	13.9	20,812,367
Aug.	16,205,279	80.1	1,098,487	5.4	2,938,472	14.5	20,242,238
Sept.	17,271,583	84.0	1,107,034	5.4	2,182,542	10.6	20,561,159
Oct.	18,015,868	79.9	1,346,159	6.0	3,175,402	14.1	22,537,429
Nov.	15,951,304	76.8	1,106,991	5.3	3,704,095	17.9	20,762,390
Dec.	16,843,414	76.0	1,017,108	4.6	4,293,444	19.4	22,153,966
Av.	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
<u>1960</u>							
Jan.	16,630,974	72.7	1,303,077	5.7	4,946,776	21.6	22,880,827
Feb.	16,117,168	73.6	1,345,884	6.2	4,424,792	20.2	21,887,844
Mar.	17,371,361	75.1	1,512,205	6.5	4,260,340	18.4	23,143,906
Apr.	16,321,608	72.9	1,491,301	6.7	4,585,248	20.4	22,398,157
May	16,103,616	62.3	1,389,314	5.4	8,362,376	32.3	25,855,306
June	16,240,464	66.1	1,453,867	5.9	6,883,339	28.0	24,577,670
July	17,332,311	75.2	1,431,813	6.2	4,285,299	18.6	23,049,423
Aug.	17,706,937	80.5	1,735,935	7.9	2,564,449	11.6	22,007,321
Sept.	19,290,559	81.5	1,523,672	6.4	2,850,771	12.1	23,665,002
Oct.	19,063,274	74.9	1,552,857	6.1	4,841,457	19.0	25,457,588
Nov.	18,615,975	79.3	1,438,390	6.1	3,419,799	14.6	23,474,164